108TH CONGRESS 1ST SESSION

S. 1188

To repeal the two-year limitation on the payment of accrued benefits that are due and unpaid by the Secretary of Veterans Affairs upon the death of a veteran or other beneficiary under laws administered by the Secretary, to allow for substitution of parties in the case of a claim for benefits provided by the Secretary when the applicant for such benefits dies while the claim is pending, and for other purposes.

IN THE SENATE OF THE UNITED STATES

June 5, 2003

Mrs. Murray introduced the following bill; which was read twice and referred to the Committee on Veterans' Affairs

A BILL

To repeal the two-year limitation on the payment of accrued benefits that are due and unpaid by the Secretary of Veterans Affairs upon the death of a veteran or other beneficiary under laws administered by the Secretary, to allow for substitution of parties in the case of a claim for benefits provided by the Secretary when the applicant for such benefits dies while the claim is pending, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1	SECTION 1. SHORT TITLE.
2	This Act may be cited as the "Veterans' Survivor
3	Benefits Act of 2003".
4	SEC. 2. REPEAL OF TWO-YEAR LIMITATION ON PAYMENT
5	OF ACCRUED BENEFITS AT DEATH.
6	Subsection (a) of section 5121 of title 38, United
7	States Code, is amended—
8	(1) in the matter preceding paragraph (1), by
9	striking "for a period not to exceed two years";
10	(2) in paragraph (4), by striking "and" at the
11	end;
12	(3) by redesignating paragraph (5) as para-
13	graph (6); and
14	(4) by inserting after paragraph (4) the fol-
15	lowing new paragraph (5):
16	"(5) Upon the death of a child claiming bene-
17	fits under chapter 18 of this title, to the surviving
18	parents; and".
19	SEC. 3. CONTINUATION OF CLAIM AND SUBSTITUTION OF
20	PARTIES UPON DEATH OF APPLICANT FOR
21	BENEFITS.
22	(a) In General.—Chapter 51 of title 38, United
23	States Code, is amended by adding at the end the fol-

24 lowing new section:

1	"§ 5127. Deaths of applicants for benefits: continu-
2	ation of claims and substitution of parties
3	"(a) In the case of a claim for compensation, depend-
4	ency and indemnity compensation, or pension that was
5	submitted to the Secretary by a claimant who dies before
6	a decision on that claim becomes final in accordance with
7	section 7291 of this title in which benefits are not payable
8	based on existing ratings or decisions or those based on
9	evidence in the file at the date of death under section 5121
10	of this title, the claim shall not be extinguished if, within
11	the time period prescribed in subsection (c)(2), an eligible
12	person submits an application to the Secretary, or submits
13	a motion to a court with jurisdiction over the claim, to
14	be substituted as the claimant in order to continue pros-
15	ecution of the claim. The Secretary or the court, as the
16	case may be, shall approve any such application submitted
17	by an eligible person.
18	"(b)(1) For purposes of this section and section 7270
19	of this title, the term 'eligible person' means any of the
20	following individuals:
21	"(A) The surviving spouse.
22	"(B) The custodian of a surviving child (includ-
23	ing a surviving child described by section
24	101(4)(A)(ii) of this title who is incapable of con-
25	tinuing prosecution of a claim) or in the case of a

- 1 surviving child described by section 101(4)(A)(iii) of
- 2 this title, the surviving child.
- 3 "(C) A dependent parent.
- 4 "(D) In the case of a child claiming benefits
- 5 under chapter 18 of this title, a surviving parent.
- 6 "(2) In a case where more than one individual re-
- 7 ferred to in subparagraph (A) through (C) of paragraph
- 8 (1) submits an application or motion under subsection (a)
- 9 to be substituted as a claimant, the eligible person shall
- 10 be determined in the order listed in such subparagraphs.
- 11 In the case of individuals submitting an application or mo-
- 12 tion under subsection (a) who are specified in the same
- 13 subparagraph of paragraph (1), the eligible person shall
- 14 be the first in time to submit such application or motion.
- 15 ``(c)(1) Upon being notified of the death of a claim-
- 16 ant, the Secretary shall send a notice to the eligible person
- 17 shown in the record, or otherwise to the decedent's last
- 18 known address, informing that the claim will be dismissed
- 19 unless an application for substitution as the claimant is
- 20 received by the Secretary within the time prescribed in
- 21 paragraph (2).
- 22 "(2) An application under this section for substi-
- 23 tution as the claimant on a claim must be filed not later
- 24 than the later of—

1	"(A) the end of the 1-year period beginning on
2	the date of the claimant's death;
3	"(B) the end of the 6-month period beginning
4	on the date of the notification under paragraph (1);
5	or
6	"(C) the end of the 3-month period beginning
7	on the date of the notification of an adverse decision
8	under section 5121 of this title.
9	"(d) A person named as a substitute claimant under
10	subsection (a) shall be accorded all the rights and respon-
11	sibilities of the original claimant.
12	"(e) If benefits are payable as a result of a decision
13	on a claim by a substituted claimant named under this
14	section, such benefits shall be paid as follows:
15	"(1) If the deceased claimant was claiming ben-
16	efits as a veteran, to the living person first listed
17	below:
18	"(A) The veteran's spouse.
19	"(B) The veteran's children (in equal
20	shares).
21	"(C) The veteran's dependent parents (in
22	equal shares).
23	"(2) If the deceased claimant was claiming ben-
24	efits as the surviving spouse of a veteran, to the sur-

- 1 viving children of the deceased veteran (in equal
- 2 shares).
- 3 "(3) If the deceased claimant was claiming ben-
- 4 efits under chapter 18 of this title as the child of a
- 5 veteran, to the surviving parents of the child (in
- 6 equal shares).
- 7 "(f) Upon the appointment of a substitute claimant,
- 8 the Secretary shall notify the person substituted as the
- 9 claimant as to the evidence or information necessary to
- 10 substantiate the pending claim. If such information or evi-
- 11 dence is not received within one year from the date of such
- 12 notification, no benefits may be paid on the claim.
- "(g) For purposes of section 5112(b) of this title, the
- 14 term 'payee' as used in such section shall be deemed to
- 15 include a deceased claimant for whom a substitute claim-
- 16 ant is appointed under this section.".
- 17 (b) CLERICAL AMENDMENT.—The table of sections
- 18 at the beginning of such chapter is amended by adding
- 19 at the end the following new item:
 - "5127. Deaths of applicants for benefits: continuation of claims and substitution of parties.".
- 20 SEC. 4. SUBSTITUTION OF SURVIVOR IN CASES PENDING
- 21 BEFORE A COURT.
- 22 (a) IN GENERAL.—Subchapter II of chapter 72 of
- 23 title 38, United States Code, is amended by adding at the
- 24 end the following new section:

1 "§ 7270. Cases pending on death of claimant: substi-

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<u>Z</u>	tution	or pa	arties

- 3 "(a) If a claimant dies before filing an appeal under
- 4 section 7266 of this title, an eligible person may file an
- 5 appeal as a substituted claimant for the decedent within
- 6 the time period specified under section 7266 of this title.
- 7 If an appellant or respondent dies while a claim is pending
- 8 before a court and before a final decision is rendered
- 9 under section 7291 of this title, an eligible person may
- 10 move the court for substitution of claimant in the pending
- 11 action. Any such motion filed with the United States
- 12 Court of Appeals for Veterans Claims or to the United
- 13 States Court of Appeals for the Federal Circuit must be
- 14 filed within the time period prescribed by sections 7266
- 15 and 7292 of this title, respectively, or within one year of
- 16 the claimant's death, whichever is earlier.
- 17 "(b) In any case in which a final decision under sec-
- 18 tion 7291 of this title has not been made, an eligible per-
- 19 son may move a court to be substituted is the appellant
- 20 (or respondent as the case may be) for an appellant or
- 21 respondent who dies while an appeal is pending. The court
- 22 shall, upon filing of a timely motion, appoint an eligible
- 23 person to substitute as the claimant to continue prosecu-
- 24 tion or defense of that claim.
- 25 "(c) Nothing in this section shall require or authorize
- 26 substitution for a deceased claimant if a final decision

- 1 under section 7291 of this title has been entered before
- 2 the filing of a motion for substitution.
- 3 "(d) In this section, the term 'eligible person' has the
- 4 meaning given that term in section 5127(b) of this title.".
- 5 (b) CLERICAL AMENDMENT.—The table of sections
- 6 at the beginning of such subchapter is amended by adding
- 7 at the end the following new item:

"7270. Cases pending on death of claimant: substitution of parties.".

8 SEC. 5. EFFECTIVE DATE.

- 9 The amendments made by this Act shall apply to
- 10 deaths occurring on or after the date of the enactment
- 11 of this Act.

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